

ARIZONA STATE BOARD OF ACCOUNTANCY
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January 7, 2008 – 8:15 a.m.

AGENDA

The Board President reserves the right to change the order of items on the agenda, except for public hearings set for a specific time.

Upon a vote of the majority of a quorum, the Board may go into Executive Session on any item on the agenda to obtain legal advice from the Board's attorneys pursuant to A.R.S. § 38-431.03(A)(3).

OPEN SESSION

1. Call to Order

2. Call to the Public

The Board may make an open call to the public during the meeting, subject to reasonable time, place and manner restrictions, to allow individuals to address the Board on any issue within its jurisdiction. Pursuant to A.R.S. § 38-431.01(G), members of the Board are not allowed to discuss or take legal action on matters raised during an open call to the public unless the matters are properly noticed for discussion and legal action. However, the Board may ask staff to review a matter or may ask that a matter be placed on a future agenda.

3. Discuss, Amend and Approve Minutes

Upon a vote of the majority of a quorum, the Board may go into Executive Session pursuant to A.R.S. § 38-431.03(A)(2) to discuss records exempt by law from public inspection.

- a. Approval of the Open Session Minutes from the December 10, 2007 Board Meeting
- b. Approval of the Executive Session Minutes from the December 10, 2007 Board Meeting

4. Declaration of Conflicts of Interest

5. Executive Director's Report

Executive Director to provide an update and/or summary on the following items. The listed items are subject to Board discussion and may result in legal action by the Board.

- a. Budget
- b. Performance Measurements
- c. Agency Operations

6. President's Report

President to provide an update and/or summary on the following issues. The listed items are subject to Board discussion and may result in legal action by the Board.

- a. Status of Mobility Legislature and public member rotation.

EXECUTIVE SESSION

Upon a vote of the majority of a quorum, the Board may go into Executive Session on Items 7-12 pursuant to A.R.S. § 38-431.03(A)(2) to discuss records exempt by law from public inspection, including the receipt and discussion of information or testimony that is specifically required to be maintained as confidential by state or federal law. Any legal action on the listed items will take place in open session. All meeting attendees will be required to leave the room during executive session.

7. Committee Recommendations – Complaint/Initial Analysis Files

Board to review advisory committee recommendations from the investigations of the following files:

- a. File No. 2007.064
The Tax Practice Committee recommended that the Board open an investigation file.
- b. File No. 2007.098
The Tax Practice Committee recommended that the Board open an investigation file.
- c. File No. 2007.123
The Tax Practice Committee recommended that the Board close the file.
- d. File No. 2008.008
The Tax Practice Committee recommended that the Board offer a Decision and Order (By Consent).
- e. File No. 2008.009
The Tax Practice Committee recommended that the Board close the file.
- f. File No. 2008.021
The Tax Practice Committee recommended that the Board close the file.
- g. File No. 2008.022
The Tax Practice Committee recommended that the Board close the file.
- h. File No. 2008.027
The Tax Practice Committee recommended that the Board close the file.
- i. File No. 2008.028
The Tax Practice Committee recommended that the Board close the file.

8. Committee Recommendations – Investigation Files

Board to review advisory committee recommendations from the investigations of the following files:

- a. File Nos. 2007.075 and 2007.110

The Accounting and Auditing Standards Committee recommended that the Board offer a Decision and Order (By Consent).

- b. File No. 2008.012

The Tax Practice Committee recommended that the Board close the file.

9. Committee Recommendations – Peer Review

Board to review advisory committee recommendations from the Peer Reviews and Educational Enhancement Reviews of the following files:

- a. File No. 2008.036

The Peer Review Committee recommended that the Board issue an Administrative Letter of Concern.

10. Response to offered Decision & Order (By Consent)

- a. File No. 2007.015

- b. File No. 2008.003

The Peer Review Committee recommended that the Board offer a revised Decision & Order (by Consent).

11. Assistant Attorneys General Reports

Status Report / Legal Advice Memo - Update on the status of the following General Counsel files/issues: File No. 2007.015 and implementation of A.R.S 1-501

12. Review Complaint & Peer Review Aging Report

OPEN SESSION

Upon a vote of the majority of a quorum, the Board may go into Executive Session on agenda items 14 & 15 pursuant to A.R.S. § 38-431.03(A)(2) to discuss records exempt by law from public inspection, including the receipt and discussion of information or testimony that is specifically required to be maintained as confidential by state or federal law.

13. Legal Action on Executive Session Items

Board may take legal action on the items considered in Executive Session.

14. Items for Board Review, Discussion and Legal Action

- a. Board to Review Compliance or Non-Compliance with Decision & Orders (By Consent)

Board to determine status of compliance with Orders and may take action if found to be non-compliant.

- i. File No. 2007.035; Mizer, Robert

- ii. File No. 2007.050; Hutchison, Robert

- iii. File No. 2007.053; Poehner, Janice

- b. Registrant Request Extension to complete Peer Review
 - i. File No. 2007.055; Doxey, Marvin, CPA, PC
- c. Termination of Decision & Orders (By Consent)

Board to determine if the requirements of Decision & Orders (By Consent) have been met.

 - i. File No. 1996.138; Semple & Cooper
 - ii. File No. 2003.023; Marchal, Steven
 - iii. File Nos. 2006.087 & 2006.088; DeGroote, Kevin
 - iv. File No. 2007.046; DeBenedetti, Allen
 - v. File No. 2007.112; Hanson, David
- d. Issues from and regarding the National Association of State Boards of Accountancy (NASBA)

Board to review documents and correspondence from NASBA, receive an update from Board staff, and may take action on the following:

 - i. Education Committee Rules
 - ii. NASBA 26th Executive Director Annual Conference, March 2-5, 2008, Austin, Texas Consideration of approval for the Executive Director attendance
 - iii. NASBA 12th Annual Conference for Assistant Attorneys General, March 2-5 2008, Austin, Texas Consideration of approval for the Assistant Attorneys General attendance
 - iv. Diagnostic report for CPA Examination candidates
- e. Issues from and regarding the American Institute of Certified Public Accountants (AICPA)

Board to review documents and correspondence from AICPA, receive an update from Board staff, and may take action on the following:

 - i. Letter from Craig Mills Re-reporting Issue
 - ii. Exposure Draft – Proposal of Professional Ethics Division
 - iii. Improving the Uniform CPA Examination
- f. Request for NTS Extension on Uniform CPA Exam

Judianne Lange
- g. Request for Inactive Status – A.R.S. § 32-730

Earl Lane Edsall 6689-E
- h. Executive Director Performance Policy Sub-Committee

Board to review recommendations from the subcommittee
- i. Settlement Offer

Board to review and consider proposed settlement offer. Board may vote to accept offer and vacate the administrative hearing scheduled for January 29, 2008.

 - i. File Nos. 2006.060, 2007.101, 2008.023; Schatza, Curt and 2007.044, 2007.082; Barrows & Schatza, PLC
 - ii. 2005.064 & 2006.103; Eddows, Denise

15. Consent Agenda (The Board may pull any of the following items off the consent agenda to take individual action.) Board discussion and legal action on the following items:

- a. Recommended for Registration of Professional Corporation for the following Applicants - (Meet the requirements of A.R.S. § 32-734):
 - Donald A. Reeves Jr., CPA PC TJM CPA PC
 - Partner: Donald A. Reeves Jr 14783-R Partner: Timothy J. Metz 6315-R

 - Professional Bean Counters PC
 - Partner: Jay Allan Varcoe 11014-R
- b. Recommended for Registration of LLC/PLLC/LLP's for the following Applicants (Meet the requirements of A.R.S. § 32-735):
 - Ricardo Jaramillo CPA LLC Sue Bustamante, CPA, PLLC
 - Partner: Ricardo Jaramillo 6471-E Partner: Sue Bustamante 10491-E

 - Arnold L. Moore CPA's PLC Steven M. Bate CPA PLLC
 - Partners: Arnold L. Moore 1370-E Partner: Steven M. Bate 14273-E
 - Carole Abughazaleh 13127-E

 - David P. Meese Jr CPA LLP Accounting & Small Business Solutions LLC
 - Partner: David P Meese 5193-E Partner: Salmah Anne Buchmeier 10614-E
- c. Recommended for Firm Name Change:
 - Kathy M. Coleman CPA PC Tax Zone USA LLC
 - Kathy M. Cernak CPA PC 2177-C West Coast CPA LLC 2739-L
 - Partner: Kathy M. Cernak 7817-E Partner: Robert Keys 10457-E
- d. Request for Firm Cancellation – Do not wish to renew:
 - Catherine M. Laganosky CPA PLLC 1124-L
 - Schneider, Haney, Brengi & Jordan PLLC 2887-L
- e. Recommended for Cancellation of Certificate per registrant's request not to renew:
 - Sharon C. McKinley 6834-E
 - Deanna J. Walker 7823-E
 - Paul R. Neville 6213-R
 - Charles Nettell F. 4262-E
 - Lee Ann Kalaba 11198-E
- f. Recommended for Reissuance of Certificate because of Name Change:
 - Kathy M. Cernak (Coleman) 7817-E
 - Tomoko E. Coles (Davis) 11678-E
 - Kerre Speiser (Laabs) 14184-R
 - Holly R. Lien (Engelhart) 13342-R
- g. Recommendation of the Peer Review Oversight Advisory Committee for approval of the following firms in compliance with A.A.C. R4-1-454:
 - Becker, Linda M. PC 557-C Cranney, Lynn H., CPA 4907-S
 - Davis, Diane M., CPA 4928-S De Benedetti, Allen F., CPA PC 2248-C
 - Handwerk, Richard PLLC 2565-L Hanson, David A. CPA 4116-S

AGENDA DETAIL

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Hummel, Charles L., CPA PC 681-C	Hunter Hagan & Company, LTD. 430-C
Jurgens, William M. 4161-S	Kent, Larry C., CPA PC 2331-C
Mitchell & Roediger, CPA'S LLP 810-P	Rader & Lambson PLLC 545-C
Romek, Sanders & Co PC 701-C	Lundering, J. Todd, CPA PC 889-C

h. Approval of Candidates who have passed the Uniform CPA Examination:

Elwin Allen Browning	Nichole Rane Cerny
Mrunalini Harshavardhan Chitale	Matthew David Collins
Eric James Deutsch	Amanthi Dinuka Dias Abeyesinghe
Brenda Brooks Diccio	Lyudmila Y. Eisenman
Kelly Jo Foster	Doris Fung
Daniel Robert Gaudreau	John B. Guba
Derek Andrew Hampshire	Bridget Kathleen Harper
Joshua Allen Haskett	Leigh Hower
Breeann Elizabeth Hillman	Katie Lynn Holter
Adam Mark Hughes	Donald R. Ignace
Lydia Ketcher	Yong S. Kim
Mark David Lay	Trista A. Loops
Joli Johnson Lovett	E. Chad Lund
Lesley Elizabeth Lynn	Colin Donald Malchow
Megan Marie Mandel	Patrick James Meier
Brian Roy Morrow	Kristen Son Mun
John Chapman Noble	Byung Gun Oh
Andrew Thomas Omer	Joseph Scott Palfreeman
David A. Poisson	Trenton Steven Porter
Eric Alan Rant	Jeffrey Scott Renn
Troy C. Smith	Thomas Lamar Steele
Jason David Tobak	Christopher Thomas Todaro
Wesley Olin Trimble	Jane Marie Van Egmond
Troy Kenneth Vigil	Kelli Lynn Wallace
Jeffrey William Welter	Kelly Ann Worle
Shaun Michael Wurtz	

16. **Summary of Current Events**
17. **Discussion of Items to be placed on future meeting agenda**
18. **Adjournment**